Sales Tax -- Exemption

Question: Are fruit and nut trees exempt from Colorado sales or use tax?

Answer: If the fruit or nut trees are purchased for a commercial orchard then the trees are exempt from Colorado sales or use tax as an "orchard tree" under §39-26-716(4)(b) ,C.R.S. A fruit tree purchased for a residential property or commercial landscaping is not exempt from Colorado sales or use tax.